

Amendment to Bill No. 43-2008

**BY: Chairperson at the request
of the County Executive**

**Legislative Day No. 6
Date: May 22, 2008**

Amendment No. 2

(This amendment makes the following changes in the Water and Sewer Operating Fund:

- 1. Reduces expenses in Support Division Account by \$310,000 to reflect a reduction from 9% to 8% in the expected increase in the cost of water from Baltimore City; and*
- 2. Reduces revenues in the Charges for Services category by \$310,000 to reflect the reduction in the cost increase for water purchasers mentioned above; and*
- 2. Reduces \$3,004,612 from the Salary, Wages & Fringe Benefits of the Maintenance Division to account for a technical error.*

- 1 Remove pages 98, 99, 106, 108, 134 and 135 from the Operating Budget for Fiscal Year 2009,*
- 2 attached to the Bill as introduced, and insert the substitute pages attached to this Amendment.*

Howard County, MD
Fiscal Year 2009

Fund: 710 Water and Sewer Operating Fund	FY2009			
Agency: 009 Department of Public Works	Proposed Budget			
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0090715 Support Division				
Salaries, Wages & Fringe Benefits	1,552,706	0	0	0
Contractual Services	689,079	0	0	0
Supplies and Materials	217,550	0	0	0
Business & Education Expenses	1,519,726	0	0	0
Capital Outlay	22,300	0	0	0
Other Operating Expenses	357,791	0	0	0
Other Expenses	13,245,761	0	0	0
Total 0090715 Support Division	17,604,913			
0090720 Water Reclamation				
Salaries, Wages & Fringe Benefits	3,282,814	0	0	0
Contractual Services	5,702,158	0	0	0
Supplies and Materials	1,999,189	0	0	0
Business & Education Expenses	499,440	0	0	0
Other Expenses	5,113,125	0	0	0
Total 0090720 Water Reclamation	16,596,726			
0090730 Maintenance Division				
Salaries, Wages & Fringe Benefits	3,247,557	0	0	0
Contractual Services	269,600	0	0	0
Supplies and Materials	435,651	0	0	0
Business & Education Expenses	20,000	0	0	0
Capital Outlay	53,000	0	0	0
Total 0090730 Maintenance Division	4,025,808			
0090744 Shared Septic Systems				
Salaries, Wages & Fringe Benefits	66,727	0	0	0
Contractual Services	300,069	0	0	0
Supplies and Materials	24,000	0	0	0
Business & Education Expenses	2,000	0	0	0
Capital Outlay	34,000	0	0	0
Total 0090744 Shared Septic Systems	426,796			
0090749 Utilities Non-Operating Expense				
Other Operating Expenses	3,549,291	0	0	0
Total 0090749 Utilities Non-Operating Expense	3,549,291			
0090750 Service Division				
Salaries, Wages & Fringe Benefits	1,364,466	0	0	0
Contractual Services	159,500	0	0	0
Supplies and Materials	436,000	0	0	0
Business & Education Expenses	6,000	0	0	0

Howard County, MD
Fiscal Year 2009

Fund: 710 Water and Sewer Operating Fund	FY2009			
Agency: 009 Department of Public Works	Proposed Budget			
0090750 Service Division				
Capital Outlay	3,700	0	0	0
Total 0090750 Service Division	1,969,666			
0090755 Utility Design Division				
Salaries, Wages & Fringe Benefits	730,198	0	0	0
Contractual Services	52,977	0	0	0
Supplies and Materials	7,500	0	0	0
Business & Education Expenses	13,675	0	0	0
Capital Outlay	2,500	0	0	0
Total 0090755 Utility Design Division	806,850			
0090760 Reclaimed Water Systems				
Salaries, Wages & Fringe Benefits	115,038	0	0	0
Supplies and Materials	3,000	0	0	0
Business & Education Expenses	4,500	0	0	0
Total 0090760 Reclaimed Water Systems	122,538			
Total 009 Department of Public Works	45,102,588			
Total 710 Water and Sewer Operating	45,102,588			

Howard County, MD
Fiscal Year 2009

Fund:	All Funds	Audit	Budget	Estimated	Approved
Agency:	Howard County	Fiscal 2007	Fiscal 2008	Fiscal 2008	Fiscal 2009
		Budget			Budget
Prior Year's Funds		21,282,000	37,739,594	37,739,594	32,640,985
Property Taxes		384,118,845	410,941,527	410,941,527	458,205,983
Income Taxes		293,306,900	314,191,055	314,191,055	331,351,570
Other Local Taxes		41,535,900	39,160,355	39,160,355	34,058,885
State Shared Taxes		15,955,176	16,317,496	16,317,496	15,790,764
Licenses & Permits		7,297,648	7,559,750	7,559,750	7,083,475
Revenue Other Agencies		234,188,537	288,948,935	288,948,935	318,792,405
Charges for Services		93,027,462	104,632,241	104,632,241	126,261,145
Interest, Money/Fines		17,260,116	67,272,358	67,272,358	73,239,329
Interfund Reimbursements		24,095,956	31,955,333	31,955,333	25,272,219
Total All Funds Revenues		1,132,068,540	1,318,718,644	1,318,718,644	1,422,696,760

Howard County, MD
Fiscal Year 2009

Fund:	All Funds	Audit	Budget	Estimated	Approved
Agency:	Howard County	Fiscal 2007	Fiscal 2008	Fiscal 2008	Fiscal 2009
		Budget			Budget
Education		662,510,581	739,898,003	739,898,003	803,398,583
Public Safety		132,075,060	162,137,511	162,137,511	182,399,807
Public Facilities		120,856,692	173,565,756	173,565,756	189,234,971
Community Services		77,581,409	99,936,197	99,936,197	106,156,809
General Government		29,874,007	41,683,052	41,683,052	40,712,193
Legislative & Judicial		18,716,171	21,878,278	21,878,278	22,723,879
Capital/Reserves		51,032,779	79,619,847	79,619,847	78,070,518
Total Budget Expenditures		1,092,646,699	1,318,718,644	1,318,718,644	1,422,696,760

Restricted Funds

Water and Sewer Operating Fund

Fund 710

Description

This fund covers the operation of the County water and sewer systems. Water and sewer operations are further detailed in the Department of Public Works Operating Budget under the Bureau of Utilities.

The money to fund the water and sewer comes primarily from user charges. The fund is self-supporting and does not depend upon general tax dollars.

	Fiscal Year 2007	Estimated FY2008	Budget FY2009
Revenues:			
Water use charge	13,413,661	15,021,181	16,222,875
Sewer use charge	17,226,454	19,366,793	20,916,136
Fire protection charge	658,624	634,400	786,458
Industrial waste surcharge	888,961	1,090,000	996,500
Water and sewer penalty	499,177	481,848	562,747
Water connections	390,856	993,000	460,000
Sewer connections	153,757	225,000	110,000
Miscellaneous sales	194,439	354,000	185,000
Interest on investments	221,327	200,000	222,500
Shared septic fees	147,763	125,000	150,000
Other revenues	409,193	261,300	163,500
Total revenues	34,204,212	38,752,522	40,775,716
Expenses:			
Salaries, wages and benefits	9,295,339	10,241,471	10,359,506
Utilities	2,018,027	2,571,000	3,501,200
Contract services	418,184	875,000	934,706
Sludge hauling	1,847,821	1,963,067	1,743,617
Supplies/Inventory	1,457,080	1,670,735	1,781,596
Chemicals	370,988	419,037	1,341,294
Vehicle maintenance	1,773,826	1,702,293	1,912,751
Pro-rata share	2,776,203	3,365,837	3,549,291
Chargebacks for services	1,115,362	1,115,362	245,469
Purchased water	10,037,784	12,600,000	13,100,000
Outside sewerage services	4,317,101	3,628,419	5,081,762
Other expenses	1,073,158	1,297,428	1,551,396
Total expenses	36,500,873	41,449,649	45,102,588
Excess (deficiency of revenues over expenditures)	(2,296,661)	(2,697,127)	(4,326,872)
Other financing sources:			
Ad valorem revenues (from 500/730 fund)	-	2,697,127	4,326,872
Total other financing sources	-	2,697,127	4,326,872
Change in net assets	(2,296,661)	-	-
Total net assets prior year	4,723,106	2,426,445	2,426,445
Ending net assets	2,426,445	2,426,445	2,426,445

Fiscal 2009 Budget

Restricted Funds

Water and Sewer Special Benefit Charges Fund

Fund 730

Description

This fund repays monies to finance Water and Sewer projects. The money to repay bonds comes from water and sewer benefit charges and investment interest.

	Fiscal Year 2007	Estimated FY2008	Budget FY2009
Revenues:			
Water & sewer ad valorem	23,386,096	27,200,000	31,600,000
Water front foot benefit charges	798,349	3,000,000	3,000,000
Sewer front foot benefit charges	2,481,813	4,700,000	4,700,000
Water in aid of construction charges	1,175,319	1,000,000	1,000,000
Sewer in aid of construction charges	1,628,478	1,000,000	1,000,000
Interest on investments - ad valorem	2,190,003	1,900,000	1,600,000
Interest on investments - front foot	95,828	90,000	90,000
Penalty and interest	15,871	17,000	17,000
Total Revenues	31,771,757	38,907,000	43,007,000
Expenses:			
Bond interest payments	3,533,052	3,720,760	3,767,786
Major water & sewer loan payments	205,874	500,000	500,000
State loan interest payments	1,601,011	1,585,992	1,421,005
Other financial matters	793	65,000	65,000
Bond sale expenses	(80,690)	240,000	240,000
Amortized discount expense	91,179	200,000	200,000
ERP/utility billing system	-	-	2,500,000
Depreciation expense	16,972,026	17,500,000	18,500,000
Total Expenses	22,323,245	23,811,752	27,193,791
Other financing sources and uses:			
Appropriation from fund balance	16,972,026	17,500,000	15,813,209
Funding of capital projects in 500 fund:			
Water in aid (to 500 fund)	896,136	205,000	3,190,000
Sewer in aid (to 500 fund)	1,101,440	1,055,000	4,775,000
Utility cash funding (to 500 fund)	11,365,000	17,614,000	15,661,000
Ad valorem charges (to 710 fund)	-	2,697,127	4,326,872
Net other financing sources (uses)	3,609,450	(4,071,127)	(12,139,663)
Change in net assets	13,057,962	11,024,121	3,673,546
Less appropriation from fund balance	(16,972,026)	(17,500,000)	(15,813,209)
Total net assets prior year	396,336,470	392,422,406	385,946,527
Ending net assets	392,422,406	385,946,527	373,806,864

Notes: The operating portion of the 500 fund was combined with the 730 fund effective FY09; however, for the purpose of comparison, fiscal years 2007 and 2008 were restated. In addition, this fund was budgeted on the full accrual basis of accounting.